

by FedEX

December 26, 2018

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DEC 27 2018

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

Courtney Avery, Administrator
Illinois Health Facilities and Services Review Board
525 West Jefferson
Springfield, IL 62761

RE: Annual Progress Report - Project # 15-040
Rockford Memorial Hospital - Riverside Boulevard Campus
Medical Clinics Building

Dear Ms. Avery,

Please accept this document in response to the annual progress reporting requirements for the above-referenced project, consistent with the provisions of Section 1130.760.

This project was approved by the State Board on November 18, 2015 and involves the establishment of a new medical office building.

The project is currently approximately 78% complete, and the anticipated completion date remains June 2019. To date, it is estimated that a total of approximately \$56,758,040 has been incurred, related to project.

The attached table identifies the anticipated project costs, as identified in the *Application*, the currently-anticipated project cost, and costs incurred to date. The sources of funds are not anticipated to change from that identified in the *Application*.

The major project components completed to date include:

- Facility Design
- Mass grading
- Foundation excavation
- Core Construction
- Storm drainage, water and sanitary systems
- Building enclosure
- Landscaping and parking lots
- Mechanical systems including plumbing, HVAC & electrical

The major project components yet to be completed include:

- Furniture
- Artwork
- Completion of equipment installation

Please note that the legal name of Rockford Memorial Hospital" is now "Javon Bea Hospital," to honor the accomplishments of Javon R. Bea, Chief Executive Officer of Mercy Health Corporation. The name change was registered with the Illinois Secretary of State on September 27, 2018.

Sincerely,

A handwritten signature in black ink, appearing to read 'Paul Van Den Heuvel', with a long horizontal line extending to the right.

Paul Van Den Heuvel
Vice President of Legal Affairs & General Counsel

attachment

IDENTIFICATION OF COSTS INCURRED

	<u>Approved Amount</u>	<u>Current Estimate</u>	<u>Incurred to Date*</u>
A. Preplanning Costs	\$ 275,000	\$ 75,000	\$ 67,500
B. Site Survey & Soil Invest.	\$ 30,000	\$ 230,000	\$ 136,994
C. Construction Contracts	\$ 45,367,054	\$ 48,367,054	\$ 46,387,312
D. Contingencies	\$ 927,984	\$ 927,984	\$ -
E. A & E Fees	\$ 1,190,600	\$ 2,490,600	\$ 2,306,447
F. Consulting & Other Fees	\$,929,400	\$ 1,929,400	\$ 462,890
G. Movable Equipment	\$ 11,667,353	\$ 10,367,353	\$ 4,854,519
H. Net Interest Expense	\$ 8,969,745	\$ 7,458,901	\$ 1,541,169
I. Bond Issuance Expense	\$ 669,945	\$ 669,945	\$ 497,139
J. Other Costs	\$ -	\$ 510,844	\$ 504,070
TOTAL	\$ 73,027,081	\$ 73,027,081	\$ 56,758,040

Cash and Securities	\$ 15,000,000	\$ 15,000,000	
Pledges			
Gifts and Bequests			
Bond Issues	\$ 58,027,081	\$ 58,027,081	\$ 56,785,040
Mortgages/Loans			
Leases (FMV)			
Depreciated Value of Equipment			
Grants			
Other Funds (earned interest)			
TOTAL	\$ 73,027,081	\$ 73,027,081	\$ 56,758,040

*estimate